



JNM CONSTRUCTION SERVICES, INC.

January 11, 2007

Ethan Construction, LLC.
3100 Airport Way S
Seattle, WA 98134

RE: Hazardous Material Removal

Dear Eitan Alon,

I received an email from Cliff Gomes yesterday concerning allegations of improper handling, removal and disposal of hazardous material. It is my opinion that the email is misleading and contains false statements about the way the construction team is handling asbestos and other hazardous material. As I can not address the issues that arose prior to my arrival to the project, I can address the allegation that happened during my management of the project.

In early October 2006 Ethan Construction (or there about) hired an environmental consultant to do a good faith survey of the entire project. In this report, the consultant identified all known hazardous material. This report consists of composite wipe samples and particle samples. The report illustrates where and what exposure levels were found. Once the survey was completed, Ethan Construction contracted with the environmental consultant that produced the good faith survey to develop an operational and maintenance manual.

On or about December 14, 2006 Ethan Construction was in the process of removing the interior fire doors and encountered some unidentified material within the door cavity. All work halted and Robert Leo the environmental hygienist for OSHA was consulted. He arrived at the site and informed us that we are not in violation of any rules and regulations. Even though the material ended up being asbestos, the good faith survey did not identify this material and therefore we would not have known of its content. OSHA noted that our prompt action and handling of the unknown material was the proper way of dealing with the situation. No action was taken and the case was closed.

On or about January 4, 2007, Ethan Construction was core drilling through our interior block wall and encountered a pipe within the wall cavity. This pipe will not be visible to the naked eye; once the pipe was discovered, the site management was notified and instructed the site staff to patch and repair the hole. Robert Leo from OSHA was notified and discussed the situation. Robert Leo agreed with our course of action and closed the case over the phone.

As you can see, Ethan Construction is performing within all requirements stated in the Operation and Maintenance Manual developed by our environmental as well as all Washington State Laws.

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This letter is intended to clarify the items noted in the email from Cliff Gomes and is considered confidential. I happen to agree with Phil Roberts and that we should not respond to the allegation noted even though it is a direct attack against our company and could diminish our reputation within the industry. We should let the facts speak for themselves.

If anyone has any question or comments, please do not hesitate to call.

Sincerely,

A handwritten signature in black ink, appearing to read "John Jack", with a large, stylized flourish extending from the end of the signature.

John Jack

JNM Construction Services, Inc

CC: Shimon Mizrahi
Brett Goldfarb
Phil Roberts
Richard Lentini
Conan Gale
Project File

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